



ADJUSTMENT BUDGET 2013/14

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CHAPTER 1

MAYOR'S REPORT

Madam Speaker, fellow Councillors and officials. It is my privilege to table to you the Adjustment budget for 2013/14 financial year.

In terms of the Municipal Finance Management Act (MFMA), No.56 of 2003 section S28 a municipality may revise an approved annual budget through an adjustments budget. It should be noted that an adjustment budget:

- (a) must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;
- (b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;
- (c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
- (d) may authorise the utilisation of projected savings in one vote towards spending under another vote;
- (e) may authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;
- (f) may correct any errors in the annual budget; and
- (g) may provide for any other expenditure within a prescribed framework.

Furthermore the Mayor may table an adjustment budget as a result of a S72 report if necessary. The December 2013/14 midyear review was tabled to Council on 25 January 2014 where Council resolved that an adjustment budget was necessary.

The main reasons for the adjustment budget could be summarized as follows:

- The municipality must adjust the revenue and expenditure estimates downwards as a result of an under-collection of revenue during the year.
- The outstanding debtor's amount to R110.1m, with R101.9m of the total debt exceeding 30 days.
- The debt collection practices and processes will need to be reviewed so as to improve the functioning of the debt collection unit.
- Prompt recording of grants and subsidies received should be adhered to thus ensuring validity, accuracy and completeness of revenue and the budget.
- Cash flow budget not aligned to the actual performance of the municipality.
- Interest and finance charges budget not aligned to the actual investment and debt the municipality has for the year under review.

CHAPTER 2

COUNCIL RESOLUTION

The Council of Sundays River Valley Municipality at a meeting on 25 February 2014 considered the adjustments budget for approval. The following are the resolutions:

- That the Operating Budget be adjusted ;
- That the Cashflow Budget be adjusted ;
- That the Financial Performance and Financial Position be adjusted ;
- That the formal budget tables be updated with the adjustments and submitted to National and Provincial Treasury.

CHAPTER 3

EXECUTIVE SUMMARY

In accordance with the Municipal Finance Management Act (MFMA), No. 56 of 2003 section S28 a municipality may revise an approved annual budget through an adjustments budget.

Subsequent to the MFMA National treasury issued the Municipal budget and reporting regulations. The object of the regulations is to secure sound and sustainable management of the budgeting and reporting practices of municipalities and municipal entities by establishing inform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting processes of those institutions and other relevant matters required by the Act.

The Mayor may table an adjustment budget as a result of a S72 report, and the following was necessary:

- to adjust the revenue and expenditure estimates downwards if the is material under collection of revenue during the current year;
- must authorize unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
- must authorize the utilization of projected savings in one vote towards spending under another vote;
- must correct any errors in the annual budget; and
- must provide for any other expenditure within a prescribed framework.

Adjustments and assumptions follow in the next chapter:

CHAPTER 4

ADJUSTMENT BUDGET ASSUMPTIONS

The December 2013/14 midyear review was tabled to Council on 25 January 2014, and the following major adjustments to the following expenditure/income types were necessary:

Operating Revenue

- The approve budget operating revenue is R145 million and this has been adjusted to R126 million, thus has decreased by R19 million. The downwards adjustment to revenue can be attributed to the following listed below:
 - R500 000, received from Local Government to service debt of Water Affairs
 - R2 396 000, Disaster Recovery Grant received from National for repair or replace public infrastructure
 - R1 500 000, the upward adjustment results from Police bringing no less than R200 000 per month so their revenue was understated.
 - R4 000 000, SANParks exemption approved by council
 - R288 000, received from LGSETA for stipends
 - R4 000 000, income from VAT received which was not included in 2013/14 approved budget
 - Service charges revenue has been reduced by 40 percent as the rate of collection was 57% at December 2013.
 - R77000, Equitable share received was reduced by R77 000 as a result of unspent and non-committed conditional grant funding.

Operating Expenditure

- The approved budget operating expenditure is R131 million and this has been adjusted to R122 million thus has decreased by R9 million. This is attributable to the following listed below, by source/vote:
 - Municipal governance and administration has been decreased by R1.39 million
 - Community and public safety has decreased by R3.20 million
 - Economic and environmental services decreased by R1.78 million
 - Trading services decreased by R2.46 million
- These reductions where based on the actual trend per vote analysis as at December 2013 in comparison to the budgeted amounts for 2013/14 year of assessment. Significant contributors are repairs and maintenance of R 3 million and General expenses of R4 million.

Cash Flow

- Ratepayers and other: The municipality budgeted for an amount of R50.30 million; year to date collected is at R22.72 million, less than half of the projected. In addition, the municipality did not budget for VAT receivable, however to date an amount of R2.1 million has been received. Thus due to the net-effect of slow revenue and VAT receivable, no adjustment will be made to the Ratepayers and other.
- Interest received on outstanding debtors was increased by R3.88 million as the municipality generated more than anticipated.
- Government Grants operational decreased by R77 000, due to decrease in Equitable share for non-spending of conditional grants in the 2012/13 financial year.
- Suppliers actual as at December amounted to R75.50 million, against a budgeted amount of R102.46 million, indicating a 70. 8 per cent spending. The budgeted will thus be adjusted by R42.53 million to provide for additional spending, based on the actual trend.
- Finance charges paid as at December amounted to R107000 against a budget amount of R1. 18 million. The budget consequently adjusted by R800000

Financial Position

- Consumer debtors: Gross Debtors outstanding as per Annual Financial Statements (AFS) is at R93.31 million, the debt by type reflects an outstanding amount of R112 million, thus debtors was increase to align with the actual results.
- Investments: Investment balance as at December 2013 amounted to R19 million, call investments thus increased R17 million to correspond with the actual results.
- Trade and other payables: Final AFS for 2012/13 indicate outstanding creditors of R22.73 million, budget increased to align with the actuals.

Capital

- Internal capital budget will be adjusted by R80 097 as a result expenditure against non-budgeted votes:
 - Executive and council – R45 173
 - Community Services – R26 545
 - Budget and Treasury (Finance) – R8 378

Adjustment Budget Conclusion

As indicated above it is recommended that SRVM approves an adjustment budget to ensure the budget remains reliable and achievable.

Collection rate is a concern and every effort to increase the collection rate is implemented.

CHAPTER 5

ADJUSTMENT BUDGET TABLES

EC106 Sundray's River Valley - Table B2 Adjustments Budget Financial Performance (standard classification) - 25/02/2014

Standard Description	Ref	Budget Year 2013/14											Budget Year	Budget Year
		Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget		
R thousands	1, 4	A	A1	B	C	D	E	F	G	H				
Revenue - Standard														
<i>Governance and administration</i>		26 751	-	-	-	-	(77)	(6 134)	(6 211)	20 540	29 870	33 941		
Executive and council		2 511	-	-	-	-	-	-	-	2 511	2 920	3 032		
Budget and treasury office		23 780	-	-	-	-	(77)	(6 422)	(6 499)	17 261	26 453	30 372		
Corporate services		450	-	-	-	-	-	268	268	748	497	537		
<i>Community and public safety</i>		9 687	-	-	-	-	-	1 500	1 500	11 187	13 479	16 576		
Community and social services		4 409	-	-	-	-	-	-	-	4 409	5 681	6 679		
Sport and recreation		4 133	-	-	-	-	-	-	-	4 133	6 561	6 562		
Public safety		1 145	-	-	-	-	-	1 500	1 500	2 645	1 235	1 335		
Housing		-	-	-	-	-	-	-	-	-	-	-		
Health		-	-	-	-	-	-	-	-	-	-	-		
<i>Economic and environmental services</i>		17 514	-	-	-	-	2 396	-	2 396	19 910	8 791	9 628		
Planning and development		4 039	-	-	-	-	-	-	-	4 039	1 573	1 645		
Road transport		12 485	-	-	-	-	2 396	-	2 396	14 881	6 180	6 894		
Environmental protection		991	-	-	-	-	-	-	-	991	1 038	1 088		
Trading services		90 560	-	-	-	-	-	(15 848)	(15 848)	74 712	55 309	103 508		
Electricity		26 743	-	-	-	-	-	(6 519)	(6 519)	20 224	28 114	30 519		
Water		29 879	-	-	-	-	-	(4 900)	(4 900)	24 980	27 458	29 691		
Waste water management		19 459	-	-	-	-	-	(1 558)	(1 558)	17 901	23 947	26 077		
Waste management		14 478	-	-	-	-	-	(2 871)	(2 871)	11 607	15 730	17 220		
Other		-	-	-	-	-	-	-	-	-	-	-		
Total Revenue - Standard	2	144 511	-	-	-	-	2 319	(20 481)	(18 162)	126 349	147 448	163 653		
Expenditure - Standard														
<i>Governance and administration</i>		61 516	-	-	-	-	-	(1 319)	(1 319)	60 179	62 432	64 592		
Executive and council		11 749	-	-	-	-	-	(1 704)	(1 704)	10 045	12 386	13 120		
Budget and treasury office		42 014	-	-	-	-	-	1 503	1 503	43 516	41 982	42 866		
Corporate services		7 753	-	-	-	-	-	(1 136)	(1 136)	6 617	8 065	8 606		
<i>Community and public safety</i>		13 800	-	-	-	-	-	(3 018)	(3 018)	10 781	14 456	15 342		
Community and social services		4 277	-	-	-	-	-	(799)	(799)	3 478	4 484	4 755		
Sport and recreation		959	-	-	-	-	-	(340)	(340)	630	1 018	1 076		
Public safety		8 330	-	-	-	-	-	(1 834)	(1 834)	6 496	8 720	9 263		
Housing		223	-	-	-	-	-	(45)	(45)	178	234	246		
Health		-	-	-	-	-	-	-	-	-	-	-		
<i>Economic and environmental services</i>		17 778	-	-	-	-	-	(1 777)	(1 777)	16 001	16 559	17 528		
Planning and development		11 546	-	-	-	-	-	(898)	(898)	10 648	10 024	10 605		
Road transport		5 239	-	-	-	-	-	(826)	(826)	4 412	5 489	5 819		
Environmental protection		993	-	-	-	-	-	(51)	(51)	942	1 046	1 104		
Trading services		38 187	-	-	-	-	-	(2 458)	(2 458)	35 730	40 017	42 381		
Electricity		15 065	-	-	-	-	-	(456)	(456)	14 629	15 897	16 758		
Water		10 935	-	-	-	-	-	(582)	(582)	10 352	11 225	11 864		
Waste water management		4 981	-	-	-	-	-	(512)	(512)	4 469	5 289	5 653		
Waste management		7 187	-	-	-	-	-	(907)	(907)	6 279	7 607	8 107		
Other		-	-	-	-	-	-	-	-	-	-	-		
Total Expenditure - Standard	3	131 282	-	-	-	-	-	(8 591)	(8 591)	122 691	133 465	139 844		
Surplus/Deficit for the year		13 230	-	-	-	-	2 319	(11 831)	(9 572)	3 658	13 984	23 809		

EC106 Sundays River Valley - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 25/02/2014

Vote Description <i>(insert departmental structure etc)</i>	Ref	Budget Year 2013/14										Budget Year	
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	+1 2014/15	+2 2015/16
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H			
Revenue by Vote	1												
Vote 1 - Executive & Council		2 511	-	-	-	-	-	-	-	2 511	2 920	3 002	
Vote 2 - Finance & Administration		24 240	-	-	-	-	(77)	(6 34)	(6 211)	18 029	26 950	30 909	
Vote 3 - Planning & Development		4 039	-	-	-	-	2 396	-	2 396	6 435	1 573	1 645	
Vote 4 - Health		-	-	-	-	-	-	-	-	-	-	-	
Vote 5 - Community and Social Services		4 409	-	-	-	-	-	-	-	4 409	5 661	8 679	
Vote 6 - Public Safety		1 145	-	-	-	-	-	1 500	1 500	2 645	1 236	1 335	
Vote 7 - Sport and Recreation		4 133	-	-	-	-	-	-	-	4 133	6 561	6 562	
Vote 8 - Environmental Protection		991	-	-	-	-	-	-	-	991	1 038	1 088	
Vote 9 - Roads & Transport		12 465	-	-	-	-	-	-	-	12 465	6 180	6 884	
Vote 10 - Housing Services		-	-	-	-	-	-	-	-	-	-	-	
Vote 11 - Solid Waste		14 478	-	-	-	-	-	(2 871)	(2 871)	11 607	15 780	17 220	
Vote 12 - Waste Water Management		19 459	-	-	-	-	-	(1 553)	(1 553)	17 901	23 947	26 077	
Vote 13 - Electricity		26 743	-	-	-	-	-	(6 519)	(6 519)	20 224	28 114	30 519	
Vote 14 - Water Service Authority		29 679	-	-	-	-	-	(4 900)	(4 900)	24 900	27 458	29 691	
Vote 15 - (NAME OF VOTE 15)		-	-	-	-	-	-	-	-	-	-	-	
Total Revenue by Vote	2	144 511	-	-	-	-	2 319	(20 461)	(18 162)	126 349	147 448	163 653	
Expenditure by Vote	1												
Vote 1 - Executive & Council		11 749	-	-	-	-	-	(1 704)	(1 704)	10 045	12 365	13 120	
Vote 2 - Finance & Administration		49 767	-	-	-	-	-	366	366	50 133	50 047	51 472	
Vote 3 - Planning & Development		11 546	-	-	-	-	-	(838)	(838)	10 648	10 024	10 605	
Vote 4 - Health		-	-	-	-	-	-	-	-	-	-	-	
Vote 5 - Community and Social Services		4 277	-	-	-	-	-	(799)	(799)	3 478	4 484	4 755	
Vote 6 - Public Safety		7 635	-	-	-	-	-	(1 553)	(1 553)	6 082	7 988	8 492	
Vote 7 - Sport and Recreation		969	-	-	-	-	-	(340)	(340)	630	1 018	1 076	
Vote 8 - Environmental Protection		993	-	-	-	-	-	(51)	(51)	942	1 046	1 104	
Vote 9 - Roads & Transport		5 239	-	-	-	-	-	(828)	(828)	4 412	5 489	5 819	
Vote 10 - Housing Services		223	-	-	-	-	-	(45)	(45)	178	234	248	
Vote 11 - Solid Waste		7 187	-	-	-	-	-	(907)	(907)	6 279	7 607	8 107	
Vote 12 - Waste Water Management		4 981	-	-	-	-	-	(512)	(512)	4 469	5 289	5 653	
Vote 13 - Electricity		15 779	-	-	-	-	-	(697)	(697)	15 082	16 628	17 529	
Vote 14 - Water Service Authority		10 535	-	-	-	-	-	(582)	(582)	10 352	11 225	11 864	
Vote 15 - (NAME OF VOTE 15)		-	-	-	-	-	-	-	-	-	-	-	
Total Expenditure by Vote	2	131 282	-	-	-	-	-	(8 590)	(8 590)	122 692	133 465	139 844	
Surplus / (Deficit) for the year	2	13 230	-	-	-	-	2 319	(11 892)	(9 973)	3 657	13 984	23 809	

EC106 Sundays River Valley - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 25/02/2014

Description	Ref	Budget Year 2013/14										Budget Year +12014/15	Budget Year +2015/16
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore- seen	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H			
Revenue By Source	1												
R thousands													
Property rates	2	17 305	-	-	-	-	-	(6 922)	(6 922)	10 383	18 689	20 184	
Property rates - penalties & collection charges		46	-	-	-	-	-	-	-	46	50	54	
Service charges - electricity revenue	2	16 297	-	-	-	-	-	(6 519)	(6 519)	9 778	17 601	19 009	
Service charges - water revenue	2	12 250	-	-	-	-	-	(4 900)	(4 900)	7 350	13 245	14 304	
Service charges - sanitation revenue	2	3 896	-	-	-	-	-	(1 556)	(1 556)	2 338	4 208	4 544	
Service charges - refuse revenue	2	7 177	-	-	-	-	-	(2 871)	(2 871)	4 306	7 751	8 371	
Service charges - other								(4 000)	(4 000)	(4 000)			
Rental of facilities and equipment		127	-	-	-	-	-	-	-	127	137	149	
Interest earned - external investments		201	-	-	-	-	-	-	-	201	217	235	
Interest earned - outstanding debtors		2 152	-	-	-	-	-	-	-	2 152	2 371	2 560	
Dividends received										-			
Fines		1 153	-	-	-	-	-	1 500	1 500	2 653	1 246	1 345	
Licences and permits		1 212	-	-	-	-	-	-	-	1 212	1 308	1 413	
Agency services		1 267	-	-	-	-	-	-	-	1 267	1 368	1 478	
Transfers recognised - operating		49 108	-	-	-	-	2 319	788	3 107	52 215	52 815	61 940	
Other revenue	2	3 232	-	-	-	-	-	4 000	4 000	7 232	3 491	3 770	
Gains on disposal of PPE										-			
Total Revenue (excluding capital transfers and contributions)		115 423	-	-	-	-	2 319	(20 481)	(18 162)	97 260	124 495	139 356	
Expenditure By Type													
Employee related costs		37 436	-	-	-	-	-	-	-	37 436	39 683	42 219	
Remuneration of councillors		5 166	-	-	-	-	-	-	-	5 166	5 478	5 810	
Debt impairment		10 847	-	-	-	-	-	-	-	10 847	10 915	10 998	
Depreciation & asset impairment		17 500	-	-	-	-	-	-	-	17 500	17 500	17 500	
Finance charges		1 185	-	-	-	-	-	-	-	1 185	1 249	1 316	
Bulk purchases		13 120	-	-	-	-	-	-	-	13 120	13 796	14 541	
Other materials										-			
Contracted services		2 559	-	-	-	-	-	-	-	2 559	2 746	2 944	
Transfers and grants		6 977	-	-	-	-	-	-	-	6 977			
Other expenditure		36 492	-	-	-	-	-	(8 590)	(8 590)	27 902	31 185	32 492	
Loss on disposal of PPE										-			
Total Expenditure		131 282	-	-	-	-	-	(8 590)	(8 590)	122 692	122 553	127 809	
Surplus/(Deficit)		(15 859)	-	-	-	-	2 319	(11 892)	(9 573)	(25 432)	1 943	11 547	
Transfers recognised - capital		29 089	-	-	-	-	-	-	-	29 089	22 953	24 297	
Contributions										-			
Contributed assets										-			
Surplus/(Deficit) before taxation		13 230	-	-	-	-	2 319	(11 892)	(9 573)	3 657	24 896	35 844	
Taxation													
Surplus/(Deficit) after taxation		13 230	-	-	-	-	2 319	(11 892)	(9 573)	3 657	24 896	35 844	
Attributable to minorities										-			
Surplus/(Deficit) attributable to municipality		13 230	-	-	-	-	2 319	(11 892)	(9 573)	3 657	24 896	35 844	
Share of surplus/ (deficit) of associate										-			
Surplus/ (Deficit) for the year		13 230	-	-	-	-	2 319	(11 892)	(9 573)	3 657	24 896	35 844	

References

1. Classifications are revenue sources and expenditure type
2. Detail to be provided in Table SB1
3. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.
4. Additional cash-backed accumulated funds/unspent funds (MFMA section 18(1)(b) and section 28(2)(e)) identified after the Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably have been foreseen)
5. Increases of funds approved under MFMA section 31
6. Adjustments approved in accordance with MFMA section 29
7. Adjustments to transfers from National or Provincial Government
8. Adjusts = 'Other' Adjustments proposed to be approved, including revenue under-collection (MFMA section 28(2)(e)), additional revenue appropriation on existing programmes (section 28(2)(b)), projected savings (section 28(2)(c)), error correction (section 28(2)(f))
9. $G = B + C + D + E + F$
10. Adjusted Budget $H = (A \text{ or } A1Z \text{ etc}) + G$

EC106 Sundays River Valley - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 25/02/2014

Description	Ref	Budget Year 2013/14											Budget Year +1 2014/15	Budget Year +2 2015/16
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget		
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H				
R thousands														
Capital expenditure - Vote														
Multi-year expenditure to be adjusted	2	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 1 - Executive & Council		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Finance & Administration		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Planning & Development		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Health		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Environmental Protection		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Roads & Transport		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Housing Services		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Solid Waste		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Waste Water Management		6 184	-	-	-	-	-	-	-	6 184	9 089	-	9 830	-
Vote 13 - Electricity		400	-	-	-	-	-	-	-	400	-	-	-	-
Vote 14 - Water Services Authority		6 198	-	-	-	-	-	-	-	6 198	2 227	2 227	-	-
Vote 15 - (NAME OF VOTE 15)		-	-	-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	-	-	-	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be adjusted	2													
Vote 1 - Executive & Council		223	-	-	-	-	-	45	45	268	-	-	-	-
Vote 2 - Finance & Administration		104	-	-	-	-	-	8	8	112	-	-	-	-
Vote 3 - Planning & Development		22	-	-	-	-	-	-	-	22	-	-	-	-
Vote 4 - Health		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Community and Social Services		265	-	-	-	-	-	27	27	311	-	-	-	-
Vote 6 - Public Safety		419	-	-	-	-	-	-	-	419	-	-	-	-
Vote 7 - Sport and Recreation		3 618	-	-	-	-	-	-	-	3 618	5 748	-	5 748	-
Vote 8 - Environmental Protection		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Roads & Transport		8 953	-	-	-	-	-	-	-	8 953	3 070	-	3 509	-
Vote 10 - Housing Services		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Solid Waste		-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Waste Water Management		6 184	-	-	-	-	-	-	-	6 184	9 089	-	9 830	-
Vote 13 - Electricity		400	-	-	-	-	-	-	-	400	-	-	-	-
Vote 14 - Water Services Authority		6 198	-	-	-	-	-	-	-	6 198	2 227	2 227	-	-
Vote 15 - (NAME OF VOTE 15)		-	-	-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		28 406	-	-	-	-	-	80	80	28 486	20 134	21 313	-	-
Total Capital Expenditure - Vote		28 406	-	-	-	-	-	80	80	28 486	20 134	21 313	-	-
Capital Expenditure - Standard														
Governance and administration		327	-	-	-	-	-	35	35	362	-	-	-	-
Executive and council		223	-	-	-	-	-	27	27	250	-	-	-	-
Budget and treasury office		104	-	-	-	-	-	8	8	112	-	-	-	-
Corporate services		-	-	-	-	-	-	-	-	-	-	-	-	-
Community and public safety		4 322	-	-	-	-	-	45	45	4 367	-	-	-	-
Community and social services		285	-	-	-	-	-	45	45	330	-	-	-	-
Sport and recreation		3 618	-	-	-	-	-	-	-	3 618	-	-	-	-
Public safety		419	-	-	-	-	-	-	-	419	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		8 975	-	-	-	-	-	-	-	8 975	-	-	-	-
Planning and development		22	-	-	-	-	-	-	-	22	-	-	-	-
Road transport		8 953	-	-	-	-	-	-	-	8 953	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-
Trading services		12 782	-	-	-	-	-	-	-	12 782	-	-	-	-
Electricity		400	-	-	-	-	-	-	-	400	-	-	-	-
Water		6 198	-	-	-	-	-	-	-	6 198	-	-	-	-
Waste water management		6 184	-	-	-	-	-	-	-	6 184	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard	3	28 406	-	-	-	-	-	80	80	28 486	-	-	-	-
Funded by:														
National Government		23 750	-	-	-	-	-	-	-	23 750	-	-	-	-
Provincial Government		-	-	-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital transfers recognised	4	23 750	-	-	-	-	-	-	-	23 750	-	-	-	-
Public contributions & donations		-	-	-	-	-	-	-	-	-	-	-	-	-

EC106 Sundays River Valley - Table B6 Adjustments Budget Financial Position - 25/02/2014

Budget Year 2013/14												Budget Year +1 2014/15	Budget Year +2 2015/16
Description	Ref	Budget Year 2013/14										Adjusted Budget	Adjusted Budget
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Net or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget			
A thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H			
ASSETS													
Current assets													
Cash													
Call investment deposits	1	1 860	-	-	-	-	-	17 000	-	-	2 395	13 810	
Consumer debtors	1	23 958	-	-	-	-	-	60 054	17 000	18 850	1 900	1 750	
Other debtors		13 465	-	-	-	-	-	-	60 054	84 012	31 432	33 139	
Current portion of long-term receivables		4	-	-	-	-	-	-	-	13 465	14 230	18 030	
Inventory		215	-	-	-	-	-	-	-	4	4	4	
Total current assets		38 492	-	-	-	-	-	77 054	77 054	116 546	50 134	66 868	
Non current assets													
Long-term receivables													
Investments		52	-	-	-	-	-	-	-	52	52	52	
Investment property		42 174	-	-	-	-	-	-	-	42 174	42 174	42 174	
Investment in Associate			-	-	-	-	-	-	-	-	-	-	
Property, plant and equipment	1	359 955	-	-	-	-	-	-	-	359 955	368 628	358 480	
Agricultural			-	-	-	-	-	-	-	-	-	-	
Biological			-	-	-	-	-	-	-	-	-	-	
Intangible		2 500	-	-	-	-	-	-	-	2 500	2 500	2 500	
Other non-current assets			-	-	-	-	-	-	-	-	-	-	
Total non current assets		404 681	-	-	-	-	-	-	-	404 681	403 355	403 207	
TOTAL ASSETS		444 174	-	-	-	-	-	77 054	77 054	521 228	453 489	470 095	
LIABILITIES													
Current liabilities													
Bank overdraft		541	-	-	-	-	-	37 931	37 931	38 472			
Borrowing		3 350	-	-	-	-	-	-	-	3 350	3 330	3 130	
Consumer deposits		257	-	-	-	-	-	-	-	257	257	257	
Trade and other payables		16 948	-	-	-	-	-	5 776	5 776	22 724	14 920	11 150	
Provisions		3 500	-	-	-	-	-	-	-	3 500	3 500	3 500	
Total current liabilities		24 537	-	-	-	-	-	43 707	43 707	64 304	22 007	18 037	
Non current liabilities													
Borrowing	1	9 885	-	-	-	-	-	-	-	9 885	8 444	7 363	
Provisions	1	6 849	-	-	-	-	-	-	-	6 849	6 211	4 059	
Total non current liabilities		16 734	-	-	-	-	-	-	-	16 734	14 655	11 422	
TOTAL LIABILITIES		41 331	-	-	-	-	-	43 707	43 707	81 038	36 662	29 459	
NET ASSETS	2	402 843	-	-	-	-	-	33 347	33 347	415 190	415 827	440 636	
COMMUNITY WEALTH/EQUITY													
Accumulated Surplus/(Deficit)		402 844	-	-	-	-	-	23 884	23 884	428 528	451 423	487 267	
Reserves		-	-	-	-	-	-	-	-	-	-	-	
TOTAL COMMUNITY WEALTH/EQUITY		402 844	-	-	-	-	-	23 884	23 884	428 528	451 423	487 267	

EC106 Sundays River Valley - Table B7 Adjustments Budget Cash Flows - 25/02/2014

Description	Ref	Budget Year 2013/14										Budget Year +1 2014/15	Budget Year +2 2015/16
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Net or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H			
R thousands													
CASH FLOW FROM OPERATING ACTIVITIES													
Receipts													
Ratepayers and other		50 295							-	50 295	53 396	57 888	
Government - operating	1	49 108						(77)	(77)	49 031	52 815	61 940	
Government - capital	1	29 089						-	-	29 089	22 953	24 297	
Interest		2 354						3 878	3 878	6 232	2 588	2 755	
Dividends									-	-			
Payments													
Supplies and employees		(102 469)						(42 532)	(42 532)	(145 001)	(103 801)	(110 039)	
Finance charges		(1 385)						800	800	(385)	(1 249)	(1 316)	
Transfers and Grants	1								-	-			
NET CASH FROM(USED) OPERATING ACTIVITIES		27 192	-	-	-	-	-	(37 931)	(37 931)	(10 739)	26 702	35 345	
CASH FLOWS FROM INVESTING ACTIVITIES													
Receipts													
Proceeds on disposal of PPE									-	-			
Decrease (Increase) in non-current debtors									-	-			
Decrease (Increase) other non-current receivables	3							-	-	3	3	3	
Decrease (Increase) in non-current investments									-	-			
Payments													
Capital assets		(26 405)						-	-	(26 405)	(20 134)	(21 313)	
NET CASH FROM(USED) INVESTING ACTIVITIES		(26 405)	-	-	-	-	-	-	-	(26 405)	(20 134)	(21 313)	
CASH FLOWS FROM FINANCING ACTIVITIES													
Receipts													
Short term loans									-	-			
Borrowing long term/refinancing									-	-			
Increase (Decrease) in consumer deposits									-	-			
Payments													
Repayment of borrowing		(2 620)						-	-	(2 620)	(2 620)	(2 620)	
NET CASH FROM(USED) FINANCING ACTIVITIES		(2 620)	-	-	-	-	-	-	-	(2 620)	(2 620)	(2 620)	
NET INCREASE(DECREASE) IN CASH HELD													
Cash/cash equivalents at the year begin:	2	(1 831)	-	-	-	-	-	(37 931)	(37 931)	(39 762)	3 951	11 415	
Cash/cash equivalents at the year end:	2	(541)	-	-	-	-	-	(37 931)	-	(38 472)	3 951	11 415	

CHAPTER 7

MUNICIPAL MANAGER'S QUALITY CERTIFICATE

QUALITY CERTIFICATE

I, L.M.R. Ngogo, Municipal manager of Sundays River Valley Municipality, hereby certify that the adjustment budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act, and that the adjustments budget and supporting documentation are consistent with the Integrated Development plan of the municipality



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L.M.R. NGOQO

MUNICIPAL MANAGER OF SUNDAYS RIVER VALLEY MUNICIPALITY (EC106)

DATE: 25/08/2014